LIQUOR BOARD SUPERANNUATION FUND

FINANCIAL STATEMENTS

Year Ended December 31, 1982

OFFICE OF THE PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the members of the Legislative Assembly
of the Province of Saskatchewan

I have examined the balance sheet of the Liquor Board Superannuation Fund as at December 31, 1982 and the statements of revenue, expenditure and superannuation reserve, employees' contributions, receipts and disbursements, investments, and acquisition and disposition of investments for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Liquor Board Superannuation Fund as at December 31, 1982 and the results of its transactions for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

W. G. Lutz, F.C.A.,
Provincial Auditor.

Regina, Saskatchewan,
March 23, 1983.

Statement 1

LIQUOR BOARD SUPERANNUATION FUND

BALANCE SHEET

December 31, 1982

(with comparative figures at December 31, 1981)

	1982	1981
ASSETS		
Cash	$ 13,422	$ 25,140
Accounts receivable - employer contributions	278,095	353,737
- employee contributions	19,423	25,250
- other	780	1,125
Investments (Note 1(a)) (Statement 5) (market value - 1982 - $6,192,598; 1981 - $4,698,952)	6,553,539	5,735,444
Interest accrued	111,023	117,036
	$6,976,282	$6,257,732
LIABILITIES AND FUND EQUITY		
Accounts payable	$ 6,764	$ 4
Fund equity:		
Contributions to the credit of employees:		
Superannuation (Statement 3)	2,242,837	2,098,981
Employees' savings account (Statement 3)	69	6,228
Superannuation reserve (Note 1(b)) (Statement 2)	4,726,612	4,152,519
	6,969,518	6,257,728
	$6,976,282	$6,257,732

(See accompanying notes to the financial statements)

Statement 2

LIQUOR BOARD SUPERANNUATION FUND

STATEMENT OF REVENUE, EXPENDITURE AND SUPERANNUATION RESERVE

Year Ended December 31, 1982

(with comparative figures for the 1981 year)

	1982	1981
Revenue:		
Contributions from Liquor Licensing Commission	$ 87,748	$ 69,107
Contributions from Liquor Board	994,170	1,031,520
Contributions of employees who have changed plans, superannuated or died	204,081	100,837
Interest earnings on investments	697,385	569,622
	1,983,384	1,771,086
Expenditure:		
Superannuation allowances	1,256,452	1,100,180
Interest on contributions refunded to employees leaving the service	376	6,520
Transfers to other plans	7,153	-
Refund of contributions - Employees' savings	17,935	-
Lump sum payments to estates	12,741	6,190
Loss on sale of investments	114,634	105,858
	1,409,291	1,218,748
Excess of revenue over expenditure for the year	574,093	552,338
Superannuation reserve, beginning of year	4,152,519	3,600,181
Superannuation reserve, end of year to Statement 1	$4,726,612	$4,152,519

(See accompanying notes to the financial statements)

Statement 3

LIQUOR BOARD SUPERANNUATION FUND

STATEMENT OF EMPLOYEES' CONTRIBUTIONS

Year Ended December 31, 1982

(with comparative figures for the 1981 year)

	1982	1981
Superannuation		
Balance, beginning of year	$2,098,981	$1,908,146
Add:		
Transfers from other plans	20,953	-
Contributions for the year	323,841	329,343
	2,443,775	2,237,489
Deduct:		
Refund of contributions to employees leaving the service during the year	3,061	37,671
Contributions of employees who have changed plans, superannuated or died during the year transferred to superannuation reserve	197,877	100,837
	200,938	138,508
Balance, end of year to Statement 1	$2,242,837	$2,098,981
Employees' Savings Account		
Balance, beginning of year	$ 6,228	$ 5,489
Contributions for the year	45	739
Payment to employee retiring	(6,204)	-
Balance, end of year to Statement 1	$ 69	$ 6,228

(See accompanying notes to the financial statements)

Statement 4

LIQUOR BOARD SUPERANNUATION FUND

STATEMENT OF RECEIPTS AND DISBURSEMENTS

Year Ended December 31, 1982

(with comparative figures for the 1981 year)

	1982	1981
Receipts:		
Contributions by employees		
- Transfers from other plans	$ 20,953	$ -
- Superannuation	329,598	366,393
- Employees' Savings Account	45	819
Contributions by the Liquor Board	1,077,814	998,814
Contributions by the Liquor Licensing Commission	79,574	83,406
Interest on investments	694,417	529,973
Investments sold	8,295,186	6,943,950
Recovery from Saskatchewan Liquor Board	1,125	2,800
	10,498,712	8,926,155
Cash, beginning of year	25,140	110,695
	$10,523,852	$9,036,850
Disbursements:		
Superannuation allowance payments	$ 1,256,452	$1,179,454
Cost of living bonus	759	878
Transfers to other plans	7,153	-
Refund of contributions - Superannuation	3,061	44,265
- Employees' savings	17,935	-
Interest on refund of contributions	376	7,528
Lump sum payments to estates	12,741	6,190
Investments purchased - at cost	9,211,933	7,767,760
Bank service charges	20	150
Income tax	-	4,909
Group insurance	-	576
	10,510,430	9,011,710
Cash, end of year	13,422	25,140
	$10,523,852	$9,036,850

(See accompanying notes to the financial statements)

Statement 5

LIQUOR BOARD SUPERANNUATION FUND

STATEMENT OF INVESTMENTS

December 31, 1982

(with comparative figures at December 31, 1981)

	1982	1981
Bonds		
Government of Canada	$ 342,357	$ 733,157
Province of Saskatchewan	1,339,506	1,062,941
Other provincial and provincially guaranteed	663,324	658,043
Municipal	5,989	14,963
School units and districts	28,860	28,820
Corporations	2,044,803	1,673,630
	4,424,839	4,171,554
Co-op Trust Company	248,995	-
Morguard Trust Company	219,428	220,534
Short-term investments	373,425	530,446
Shares	1,286,852	812,910
Total to Statement 1	$6,553,539	$5,735,444

(See accompanying notes to the financial statements)

Statement 6

LIQUOR BOARD SUPERANNUATION FUND

STATEMENT OF ACQUISITION AND DISPOSITION OF INVESTMENTS

Year Ended December 31, 1982

Acquisition	%	Maturity Date	Par Value
Bonds			
Government of Canada	13.75	March 15, 2000	$ 100,000
Government of Canada	13.75	March 15, 2000	50,000
Government of Canada	13.75	March 15, 2000	100,000
Ontario Hydro	9.25	January 6, 2004	125,000
Province of Saskatchewan	10.00	May 15, 2004	325,000
Province of Saskatchewan	13.00	December 1, 2002	100,000
Bank of Montreal Mortgage Corp.	11.75	September 8, 1991	200,000
Union Gas Debentures	14.25	November 1, 2002	200,000
			1,200,000
Short-term Investments			
Merrill Lynch	11.65	January 19, 1983	58,524
Manitoba Pool	10.40	January 25, 1983	25,000
Wood Gundy	10.30	January 31, 1983	163,478
Credit Foncier	11.35	February 7, 1983	126,423
Government of Canada, treasury bills	15.00	January 6, 1982	150,000
Bank of Nova Scotia, banker's acceptance paper	15.50	January 7, 1982	150,000
Bank of Montreal, banker's acceptance paper	16.00	January 8, 1982	150,000
Bank of Nova Scotia, banker's acceptance paper	12.00	January 11, 1982	150,000
Dominion Textile, promissory note	15.35	February 25, 1982	49,071
Government of Canada, treasury bill	14.75	January 12, 1982	150,000
Bank of British Columbia, bearer discount note	13.00	January 13, 1982	150,000
Province of Manitoba, promissory note	14.50	January 14, 1982	150,000
Government of Canada, treasury bills	14.25	January 15, 1982	150,000
Government of Canada, treasury bills	14.50	January 19, 1982	150,000
Bank of Commerce, banker's acceptance paper	14.50	January 20, 1982	150,000
Government of Canada, treasury bill	14.75	January 21, 1982	150,000
Bank of Montreal, banker's acceptance paper	14.80	January 21, 1982	150,000
CIBC, bearer discount notes	14.80	March 16, 1982	14,679

Statement 6 - Continued

Acquisition	%	Maturity Date	Par Value
Government of Canada, treasury bills	13.75	January 25, 1982	$150,000
General Motors Acceptance Corporation, promissory note	15.15	March 1, 1982	54,212
Government of Canada, treasury bills	14.50	January 26, 1982	150,000
Consumer Gas, promissory note	14.75	February 2, 1982	99,718
Government of Canada, treasury bills	14.25	January 27, 1982	150,000
Chemical New York, promissory note	14.00	January 28, 1982	150,000
Mercantile Bank of Canada, bearer discount notes	15.00	January 28, 1982	38,589
Bank of Nova Scotia, banker's acceptance papers	15.50	January 29, 1982	150,000
First Bank, banker's acceptance papers	14.60	February 25, 1982	59,359
Credit Lyonnais, promissory note	14.75	March 30, 1982	244,082
Bank of Nova Scotia, banker's acceptance notes	15.50	February 3, 1982	100,000
Associates Capital Corp., promissory note	14.97	March 30, 1982	54,140
General Distributor, promissory note	14.55	March 24, 1982	291,514
Credit Ind. Desjardin, promissory note	15.60	March 30, 1982	54,327
Chem. Can. Bank, bearer discount notes	16.25	March 18, 1982	100,000
Can Development Corp., promissory note	16.00	April 21, 1982	29,636
Sperry Finance, promissory note	16.25	April 28, 1982	34,478
Grindley's Bank, bearer discount notes	16.35	April 28, 1982	246,794
Alberta Wheat Pool, promissory note	15.875	April 29, 1982	65,000
Noranda, promissory note	15.50	June 1, 1982	29,487
Bank of Canada, banker's acceptance	15.50	July 14, 1982	87,132
Lloyd's Bank, bearer discount notes	15.60	June 29, 1982	248,417
Hong Kong Bank, bearer discount notes	15.55	June 1, 1982	297,214
Toronto Dominion Bank, banker's acceptance	15.75	August 3, 1982	277,457
Roy Nat Certificates	16.60	July 28, 1982	251,681
CPSL, promissory note	16.85	Sept. 15, 1982	24,228

Acquisition	%	Maturity Date	Par Value
CIBC, bearer discount notes	16.55	August 30, 1982	$ 88,122
Motorola, promissory notes	16.00	August 31, 1982	128,091
Transalta, promissory note	15.50	Sept. 1, 1982	45,000
Standard Chartered Bank, bearer discount note	14.25	November 1, 1982	272,138
Alum Co. of Canada, promissory note	14.75	October 6, 1982	29,441
CIBC, bearer discount note	14.25	Sept. 30, 1982	98,842
Alberta and Southern Gas, promissory note	14.30	October 13, 1982	44,272
Port Credit, promissory note	14.80	November 8, 1982	39,065
Bank of Montreal, banker's acceptance	13.25	October 21, 1982	24,678
Bank of Nova Scotia, banker's acceptance	13.15	November 24, 1982	44,017
Bank of British Columbia, bearer discount note	13.20	December 15, 1982	68,272
Clark Equipment, promissory note	14.25	October 15, 1982	50,000
National Bank, banker's acceptance	12.40	November 30, 1982	39,464
Dupont, promissory note	13.125	October 28, 1982	29,924
Barkley Bank, bearer discount note	11.50	November 1, 1982	99,561
UGG, promissory note	11.35	December 29, 1982	130,000
Southam Inc., promissory note	12.90	November 30, 1982	59,881
Bank of Commerce, banker's acceptance	12.75	December 3, 1982	100,000
Province of Alberta, treasury bill	10.50	December 22, 1982	94,809
Roy Lease, promissory note	11.00	December 23, 1982	39,915
			7,200,132
Shares			
Bell Canada	200 shares		4,125
Bell Canada	17,800 shares		371,635
Moore Corp.	2,600 shares		98,182
Bell Canada	5,000 shares		100,000
Bell Canada	5,000 shares		100,000
Bell Canada	5,000 shares		100,000
			773,942
			$7,974,074

Acquisition	%	Maturity Date	Par Value
Mortgages			
Trafalgar Housing Co-operative (Co-op Trust)	21.00	February 1, 1982	$ 250,000
			$9,424,074

Statement 6

LIQUOR BOARD SUPERANNUATION FUND

STATEMENT OF ACQUISITION AND DISPOSITION OF INVESTMENTS

Year Ended December 31, 1982

Disposition	%	Maturity Date	Par Value
Bonds			
Government of Canada	9.00	October 15, 1999	$50,000
Government of Canada	9.00	October 15, 1999	75,000
Government of Canada	9.75	December 15, 2000	75,000
Government of Canada	10.00	May 1, 2002	250,000
Government of Canada	10.00	May 1, 2002	200,000
Ontario Hydro	9.25	January 6, 2004	125,000
Province of Saskatchewan	5.50	February 15, 1982	5,000
Province of Saskatchewan	5.50	February 15, 1982	25,000
Village of Buchanan	6.00	Sept. 1, 1979-83	3,000
Village of Elbow	6.00	October 1, 1980-82	4,000
Village of Maryfield	6.00	October 1, 1979-83	2,000
			814,000
Short-term Investments			
ABN Bank of Canada, bearer discount note	16.85	January 21, 1982	14,695
National bankers, discount note	16.25	January 25, 1982	53,662
GTE Sylvania, promissory note	16.25	January 26, 1982	98,769
Canadian Co-op, promissory note	16.25	January 28, 1982	19,685
Ford Motor Credit, promissory note	17.364	January 29, 1982	58,742
Royal Bank, bearer discount note	15.60	February 22, 1982	284,894
Government of Canada, treasury bills	15.00	January 6, 1982	150,000
Bank of Nova Scotia, banker's acceptance paper	15.50	January 7, 1982	150,000
Bank of Montreal, banker's acceptance paper	16.00	January 8, 1982	150,000
Bank of Nova Scotia, banker's acceptance paper	12.00	January 11, 1982	150,000
Dominion Textile, promissory note	15.35	February 25, 1982	49,071
Government of Canada, treasury bill	14.75	January 12, 1982	150,000
Bank of British Columbia, bearer discount note	13.00	January 13, 1982	150,000
Province of Manitoba, promissory note	14.50	January 14, 1982	150,000
Government of Canada, treasury bills	14.25	January 15, 1982	150,000
Government of Canada, treasury bills	14.50	January 19, 1982	150,000
Bank of Commerce, banker's acceptance paper	14.50	January 20, 1982	150,000

Disposition	%	Maturity Date	Par Value
Government of Canada, treasury bill	14.75	January 21, 1982	$ 150,000
Bank of Montreal, banker's acceptance paper	14.80	January 21, 1982	150,000
CIBC, bearer discount notes	14.80	March 16, 1982	14,679
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Lloyd's Bank, bearer discount notes	15.60	June 29, 1982	248,417
Hong Kong Bank, bearer discount notes	15.55	June 1, 1982	297,214
Toronto Dominion Bank, banker's acceptance	15.75	August 3, 1982	277,457

Disposition	%	Maturity Date	Par Value
Roy Nat Certificates	16.60	July 28, 1982	$ 251,681
CPSL, promissory note	16.85	Sept. 15, 1982	24,228
CIBC, bearer discount notes	16.55	August 30, 1982	88,122
Motorola, promissory note	16.00	August 31, 1982	128,091
Transalta, promissory note	15.50	Sept. 1, 1982	45,000
Standard Chartered Bank, bearer discount note	14.25	November 1, 1982	272,138
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Dupont, promissory note	13.125	October 28, 1982	29,924
Barkley Bank, bearer discount note	11.50	November 1, 1982	99,561
UGG, promissory note	11.35	December 29, 1982	130,000
Southam Inc., promissory note	12.90	November 30, 1982	59,881
Bank of Commerce, banker's acceptance	12.75	December 3, 1982	100,000
Province of Alberta, treasury bill	10.50	December 22, 1982	94,809
Roy Lease, promissory note	11.00	December 23, 1982	39,915
			7,357,154

Shares		
Bell Canada	5,000 shares	100,000
Bell Canada	5,000 shares	100,000
Bell Canada	5,000 shares	100,000
		300,000
		$7,657,154

Disposition	%	Maturity Date	Par Value
Mortgages			
Morguard Trust Co.	10.50	June 15, 1988	$ 1,106
Trafalgar Housing Co-operative (Co-op Trust)	21.00	February 1, 1982	1,005
			2,111
			$8,473,265

LIQUOR BOARD SUPERANNUATION FUND

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 1982

1. Accounting policies

a) Investments of the fund are recorded at cost. Discounts and premiums on purchase are amortized on a straight-line basis over the life of the investments.

b) The superannuation reserve represents the balance of all amounts contributed by former employees who themselves or whose beneficiaries are receiving allowances, all amounts contributed by the two employers and all interest earned and gains or losses realized on the fund's investments, reduced by allowances paid to superannuates and interest on contributions refunded to employees who have resigned.

c) Contributions by the employer are determined by applying a predetermined rate to the employees' contributions. Contributions not received by December 31 are accrued in the accounts.

2. Fund contributions

The fund is established under the Liquor Board Superannuation Act. Employees of both the Saskatchewan Liqour Board and the Liquor Licensing Commission contribute to the fund. Pursuant to the Act, and upon request from the Liquor Board Superannuation Commission, the employers remit, at least semi-annually, an amount that is based upon the predetermined rate of contribution.

Effective October 1, 1977 all new provincial government employees, including new employees of the Saskatchewan Liquor Board and the Liquor Licensing Commission, and employees who elected to transfer before October 1, 1978 are covered by the Public Employees' (Government Contributory) Superannuation Plan.

The last actuarial valuation of the fund was completed to December 31, 1981.

3. Unfunded liability

Based on the latest actuarial valuation of the Saskatchewan Liquor Board Superannuation Plan, it is estimated that on December 31, 1981 the fund had an unfunded liability for past service benefits of $15,205,245. The Saskatchewan Liquor Board is obligated to furnish monies in any amount which may be necessary to meet any deficiency arising by reason of there being insufficient monies in the fund to meet retirement benefits and withdrawals.

POOR

QUALITY

ORIGINAL